

# JPMorgan Investment Funds - Global Income Fund

JPM I (acc) - EUR

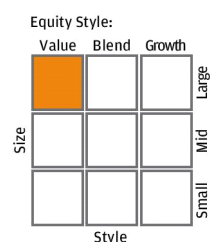
April 2015

## Fund overview

### Investment objective

To provide regular income by investing primarily in a portfolio of income generating securities, globally, and through the use of financial derivative instruments.

### Morningstar style box <sup>®</sup> <sup>A</sup>



## Fund statistics

Morningstar Category <sup>TM</sup>	EUR Moderate Allocation - Global
Fund manager(s)	Michael Schoenhaut, Talib Sheikh
Client portfolio manager(s)	Hannah Sparrow
Fund launch date	11/12/08
Fund size (as at 30/04/15)	EUR 13691.8m
NAV (as at 30/04/15)	106.40
12M NAV High (as at 27/04/15)	108.07
12M NAV Low (as at 16/12/14)	98.28
Share class launch date <sup>B</sup>	24/10/14
Income distributions	

## Fund codes

ISIN	LU1111988298
Bloomberg	JPMGBII LX
Reuters	LU1111988298.LUF

## Fund highlights

The JPM Global Income Fund aims to provide regular income from investments in a range of asset classes globally, primarily global equities, investment grade bonds, real estate, high yield and emerging market debt. The fund is aimed at investors who require income and who have a minimum three to five year investment horizon, due to the volatility of the underlying assets.

The fund is run using a flexible investment strategy, with asset allocation set by our Global Multi-Asset Group and individual security selection managed by specialist investment teams.

## Quarterly comments

(as at 31/03/15)

### Review

Global growth dynamics shifted in the first quarter. Economic momentum in the eurozone started to build as economic data surprised on the upside. Meanwhile, the US was weaker than expected in almost every aspect except the labour market. Markets and the media continue to obsess over the timing of the first rate hike from the Federal Reserve, despite weakening global inflation as a result of falling oil prices and monetary policy easing by more than two dozen central banks. The divergence in monetary policy is being reflected in currencies and equity markets.

Over the period, the fund made one quarterly distribution and delivered a positive return. Performance was positive across all asset classes. The biggest positive contributors to returns included our large allocations to global equities and high yield. In addition, real estate investment trusts, preferred equities and European equities also contributed positively to performance. In terms of yield contribution, European equities continue to offer significant opportunity. We made no changes in asset allocation and our current positioning reflects our constructive view on risk assets.

### Outlook

We expect growth in developed economies to strengthen in 2015, driven by the US economy. While Europe and Japan should both narrow the growth gap to the US, this expectation remains reliant on aggressive monetary stimulus. In contrast, US interest rates look set to rise later in 2015, leading to increasing policy divergence across developed economies. Meanwhile, growth in many emerging market economies is likely to remain challenged by rising US rates, a stronger US dollar and low commodity prices.

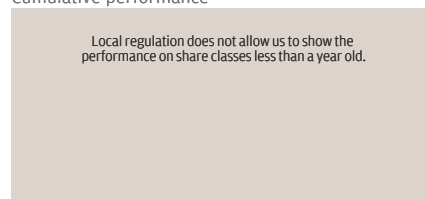
## Benchmark <sup>C</sup>

40% Barclays US High Yield 2% Issuer Cap Index (Total Return Gross) Hedged to EUR / 35% MSCI World Index (Total Return Net) Hedged to EUR / 25% Barclays Global Credit Index (Total Return Gross) Hedged to EUR

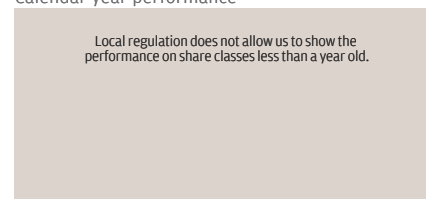
## Performance

(as at 30/04/15)

### Cumulative performance



### Calendar year performance



## Cumulative performance

%	1 M	3 M	1 Y	3 Y	5 Y	10 Y
JPM I (acc) - EUR	-	-	-	-	-	-

## Calendar year performance

	2011	2012	2013	2014	YTD
JPM I (acc) - EUR	-	-	-	-	-

## Annualised performance

%	1 Y	3 Y	5 Y	Since inception
JPM I (acc) - EUR	-	-	-	-

# JPMorgan Investment Funds - Global Income Fund

## Fund facts

### Fund charges

Initial charge (max.)	0.00%
Redemption charge (max.)	0.00%
Annual Mgt.	0.60%
Distribution Fee	0.00%
Expenses	0.11%
TER (Total Expense Ratio)	0.71%

### Statistical analysis review

(as at 30/04/15)

	3 years	5 years
Correlation	-	-
Alpha	-	-
Beta	-	-
Annualised volatility	-	-
Sharpe ratio	-	-
Tracking error	-	-
Information ratio	-	-

## Holdings

### Bond quality breakdown<sup>D</sup>

(as at 30/04/15)

AAA	3.3%
AA	0.0%
A	0.4%
BBB	14.9%
< BBB	79.4%
Non Rated	2.0%
Cash	1.9%
Average duration	4.2 yrs

### Sector breakdown

(as at 30/04/15)

Sector	Fund
High Yield	25.7%
Global Equity	23.1%
European Equity	13.0%
Preferred Equity	7.9%
Emerging Markets Debt	6.7%
Non Agency Mortgages	6.7%
Global REITs	6.5%
Emerging Markets Equity	2.3%
Convertible Bonds	1.3%
Non-US Fixed Income	0.3%
Cash	6.5%
Total	100.0%

## Investor suitability

### Investor profile

The Sub-Fund may be suitable for investors looking for a source of income through exposure to a range of asset classes. Investors should have a three to five year investment horizon.

### Key risks

The value of your investment may fall as well as rise and you may get back less than you originally invested.

Returns to investors will vary from year to year, depending on dividend income and capital returns generated by the underlying financial assets. Capital returns may be negative in some years and dividends are not guaranteed.

The value of equity securities may go down as well as up in response to the performance of individual companies and general market conditions.

The Sub-Fund may invest in China A-Shares through the Shanghai-Hong Kong Stock Connect program which is subject to regulatory change, quota limitations and also operational constraints which may result in increased counterparty risk.

The value of debt securities may change significantly depending on economic and interest rate conditions as well as the credit worthiness of the issuer. Issuers of debt securities may fail to meet payment obligations or the credit rating of debt securities may be downgraded. These risks are typically increased for emerging market and below investment grade debt securities.

In addition, emerging markets may be subject to increased political, regulatory and economic instability, less developed custody and settlement practices, poor transparency and greater financial risks. Emerging market currencies may be subject to volatile price movements. Emerging market and below investment grade debt securities may also be subject to higher volatility and lower liquidity than non emerging market and investment grade debt securities respectively.

The credit worthiness of unrated debt securities is not measured by reference to an independent credit rating agency.

Contingent Convertible Securities are likely to be adversely impacted should specific trigger events occur (as specified in the contract terms of the issuing company). This may be as a result of the security converting to equities at a discounted share price, the value of the security being written down, temporarily or permanently, and/or coupon payments ceasing or being deferred.

Investments in REITs may be subject to increased liquidity risk and price volatility due to changes in economic conditions and interest rates.

The value of financial derivative instruments can be volatile. This is because a small movement in the value of the underlying asset can cause a large movement in the value of the financial derivative instrument and therefore, investment in such instruments may result in losses in excess of the amount invested by the Sub-Fund.

Movements in currency exchange rates can adversely affect the return of your investment. The currency hedging that may be used to minimise the effect of currency fluctuations may not always be successful.

### 10 largest holdings

(as at 30/04/15)

Roche (Equity)	0.8%
Unibail-Rodamco (REIT)	0.8%
Vodafone (Equity)	0.8%
Microsoft (Equity)	0.7%
Swiss Re (Equity)	0.7%
BAE Systems (Equity)	0.6%
Mitsubishi UFJ (Equity)	0.6%
Wells Fargo (Equity)	0.6%
Daimler (Equity)	0.6%
Japan Tobacco (Equity)	0.6%

### Geographical breakdown

(as at 30/04/15)

Region	Fund
United States	48.5%
Europe ex-UK	18.7%
Emerging Markets	10.5%
United Kingdom	8.8%
Japan	2.6%
Canada	1.7%
Australia/New Zealand	1.6%
Asia ex-Japan	1.1%
Cash	6.5%
Total	100.0%

# JPMorgan Investment Funds - Global Income Fund

## Explanatory Notes, Risks and Important Information

### Notes

<sup>A</sup>The Morningstar Style Box <sup>™</sup> indicates the fund's investment strategy. For equity funds the vertical axis shows the capitalization of the shares held by the fund, and the horizontal axis shows investment style (value, mixed, or growth). In bond funds, the vertical axis shows the average risk quality of the bonds the fund owns, and the horizontal axis indicates sensitivity to interest rates, as measured by the duration of the bond (short, medium, or long).

<sup>B</sup>For reactivated share classes the performance is shown from the date of reactivation and not the share class launch date.

<sup>C</sup>On 01/04/10 part of the element of the composite benchmark for the Fund changed from 10% Global Property Research 250 (Total Return Net) hedged into EUR to 10% FTSE EPRA/NAREIT Developed Index (Total Return Net) hedged into EUR. On 01/03/11 the composite benchmark changed from 10% Emerging Markets Global hedged to Euro, 45% BofA Merrill Lynch High Yield BB-B constrained hedged Euro, 10% FTSE EPRA/NAREIT Developed Index hedged Euro, 25% MSCI World hedged Euro and 10% Citigroup Euro Broad Investment Grade to 40% Barclays US High Yield 2% Issuer Cap Index (Total Return Gross) Hedged to EUR / 35% MSCI World Index (Total Return Net) Hedged to EUR / 25% Barclays Global Credit Index (Total Return Gross) Hedged to EUR.

<sup>D</sup>Non rated includes equities.

Benchmark Source: MSCI. The MSCI data is comprised of a custom index calculated by MSCI for, and as requested by, JPMAM (UK). The MSCI data is for internal use only and may not be redistributed or used in connection with creating or offering any securities, financial products or indices. Neither MSCI nor any other third party involved in or related to compiling, computing or creating the MSCI data (the "MSCI Parties") makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and the MSCI Parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to such data. Without limiting any of the foregoing, in no event shall any of the MSCI Parties have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages.

All equity indices stated as 'Net' are calculated net of tax as per the standard published approach by the index vendor unless stated otherwise.

You should remember that past performance is not a guide to the future. The price of investments and the income from them may fall as well as rise and investors may not get back the full amount invested.

All performance details are NAV-NAV with gross income reinvested.

FX Adjusted returns have been calculated by JPMAM. Blended benchmarks have been calculated by JPMAM.

Source: J.P. Morgan

### Important Information

This is a promotional document and as such the views contained herein are not to be taken as an advice or recommendation to buy or sell any investment or interest thereto. Reliance upon information in this material is at the sole discretion of the reader. Any research in this document has been obtained and may have been acted upon by J.P. Morgan Asset Management for its own purpose. The results of such research are being made available as additional information and do not necessarily reflect the views of J.P. Morgan Asset Management. Any forecasts, figures, opinions, statements of financial market trends or investment techniques and strategies expressed are unless otherwise stated, J.P. Morgan Asset Management's own at the date of this document. They are considered to be reliable at the time of writing, may not necessarily be all-inclusive and are not guaranteed as to accuracy. They may be subject to change without reference or notification to you.

It should be noted that the value of investments and the income from them may fluctuate in accordance with market conditions and taxation agreements and investors may not get back the full amount invested. Changes in exchange rates may have an adverse effect on the value, price or income of the product(s) or underlying overseas investments. Both past performance and yield may not be a reliable guide to future performance. There is no guarantee that any forecast made will come to pass. Furthermore, whilst it is the intention to achieve the investment objective of the investment product(s), there can be no assurance that those objectives will be met.

J.P. Morgan Asset Management is the brand name for the asset management business of JPMorgan Chase & Co and its affiliates worldwide. You should note that if you contact J.P. Morgan Asset Management by telephone those lines may be recorded and monitored for legal, security and training purposes. You should also take note that information and data from communications with you will be collected, stored and processed by J.P. Morgan Asset Management in accordance with the EMEA Privacy Policy which can be accessed through the following website <http://www.jpmorgan.com/pages/privacy>.

As the product may not be authorised or its offering may be restricted in your jurisdiction, it is the responsibility of every reader to satisfy himself as to the full observance of the laws and regulations of the relevant jurisdiction. Prior to any application investors are advised to take all necessary legal, regulatory and tax advice on the consequences of an investment in the product(s). Shares or other interests may not be offered to or purchased directly or indirectly by US persons. All transactions should be based on the latest available prospectus, the Key Investor Information Document (KIID) and any applicable local offering document. These documents together with the annual report, semi-annual report and the articles of incorporation for the Luxembourg domiciled product(s) are available free of charge upon request from JPMorgan Asset Management (Europe) S.à.r.l., 6 route de Trèves, L-2633 Senningerberg, Grand Duchy of Luxembourg, your financial adviser or your J.P. Morgan Asset Management regional contact. In Switzerland, J.P. Morgan (Suisse) SA, 8, rue de la Confédération, PO Box 5507, 1211 Geneva 11, Switzerland, has been authorised by the Swiss Financial Market Supervisory Authority FINMA as Swiss representative and as paying agent of the funds.

Morningstar Ratings <sup>™</sup>: © Morningstar. All Rights Reserved.